

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM  
BOARD OF ADMINISTRATION**

**INVESTMENT COMMITTEE**

**February 14, 2011**

**9:00 a.m.**

Robert F. Carlson Auditorium  
Lincoln Plaza North  
400 Q Street  
Sacramento, CA

**COMMITTEE MEMBERS**

George Diehr, Chair  
Tony Oliveira, Vice Chair  
John Chiang  
Patricia Clarey  
Dan Dunmoyer  
Debbie Endsley  
Rob Feckner  
JJ Jelincic  
Henry Jones  
Bill Lockyer  
Priya Mathur  
Louis F. Moret

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|-----------------------|--|
| <b>CLOSED SESSION</b> | <b>9:00 a.m.</b> <ol style="list-style-type: none"><li>1. Chief Investment Officer's Briefing on Market and Personnel Issues (Government Code sections 11126(a)(1) and 11126(c)(16))</li><li>2. Discussion with Board Consultants on Strategic Investment Initiatives (Government Code section 11126(c)(16))</li></ol> |
| <b>OPEN SESSION</b>   | <b>10:00 a.m. or Upon Adjournment or Recess of Closed Session, Whichever is Later</b>  |
| <b>CLOSED SESSION</b> | <b>Upon Adjournment or Recess of Open Session</b><br>(Government Code section 11126(c)(16))  |

**AGENDA**

**OPEN SESSION**

Call to Order and Roll Call

**Action Items**

- |   |   |
|---|---|
|   | 1. Approval of the December 13, 2010 Open Session Minutes   |
| Policy Subcommittee<br>Chair Moret<br>Danny Brown | 2. December 2010 Policy Subcommittee Report   |
|   | 3. State Legislative Proposal: Supplemental Income Plan (SIP) Automatic Enrollment                                  |
| Geraldine Jimenez                                 | 4. California Employers Retiree Benefit Trust (CERBT) Annual Update and Strategic Asset Allocation – Recommendation |
| Geraldine Jimenez                                 | 5. Long-Term Care Investment Annual Update and Strategic Asset Allocation – Recommendation                          |
| Eric Baggesen                                     | 6. Annual Legislative Report – Holocaust Era and Northern Ireland   |

**Information Items**

- |  |   |
|--|---|
| Joseph Dear                                      | 7. Program Updates  |
|  | a. Alternative Investment Management (AIM) Annual Program Review                                |
|  | b. Real Estate  |
|  | c. Inflation-Linked Asset Class (ILAC)  |
|  | d. Global Fixed Income  |
|  | e. Global Equity  |
|  | f. Global Equity – Corporate Governance   |
| Joseph Dear<br>Anne Simpson                      | 8. Total Fund   |
|  | a. California Investment Programs Update  |
|  | b. Total Fund Integration of Investment, Environmental, Social, and Governance (IESG) Practices |
| Anne Simpson<br>Janine Guillot<br>Janine Guillot | c. Environmental Programs Annual Update   |
|  | d. Annual Consultant Conflict of Interest Update  |
|  | e. Investment Office Risk Heat Map Update   |
| Joseph Dear<br>Janine Guillot                    | 9. Activity Reports   |
|  | a. Consolidated Investment Activity Report  |
|  | b. Chief Operating Investment Officer's Status Report   |
|  | 10. Agenda and Calendar   |
|  | a. Draft Agenda for March 14, 2011  |
|  | b. 2011 Annual Agenda Item Calendar   |
|  | 11. Public Comment  |

Note: Items designated for information are appropriate for Board/Committee action if the Board/Committee wishes to take action. Any agenda item from a properly noticed Subcommittee meeting held immediately prior to this meeting may be reported on or presented to the Investment Committee for its consideration.

**CLOSED SESSION      Upon Adjournment or Recess of Open Session**  
(Government Code sections 11126(c)(16))

Call to Order and Roll Call

**Action Items**

**Information Items**

1. Approval of the December 13, 2010 Closed Session Minutes
  2. Program Updates
    - a. Real Estate
      - 1) Quarterly Strategic Plan Implementation Update
      - 2) Quarterly Consultant Report on Real Estate Portfolio
    - b. Alternative Investments Management (AIM) Portfolio Update
    - c. Global Equity Quarterly Portfolio Update
    - d. Corporate Governance Update
  3. External Manager Updates
    - a. Real Estate
    - b. Alternative Investments Management (AIM)
    - c. Inflation-Linked Asset Class (ILAC)
    - d. Global Fixed Income
    - e. Global Equity
    - f. Affiliate Investment Programs
  4. Activity Reports
    - a. Status of Action Items Not Yet Reported
    - b. Investment Activity Reports
      - 1) Alternative Investments Management
      - 2) Real Estate
      - 3) Risk Managed Absolute Return Strategies
      - 4) Corporate Governance
      - 5) Inflation-Linked Assets
      - 6) Disclosure of Placement Agent Fees
  5. Alternative Investment and Real Estate Partnership / LLC Restructure
  6. Review of Investments / Placement Agents
- Ted Eliopoulos  
Pension Consulting Alliance  
Joseph Dear  
Eric Baggesen
- Janine Guillot  
Joseph Dear
- Joseph Dear
- Peter Mixon